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ANNUAL REPORT
OF THE
COMMISSION ON EXECUTIVE REORGANIZATION

TO THE
GOVERNOR OF MONTANA
HONORABLE FORREST H. ANDERSON

FOR THE
FISCAL YEAR ENDED
JUNE 30, 1970

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MONTANA COMMISSION ON EXECUTIVE REORGANIZATION

ROOM 415 • STATE CAPITOL • HELENA • MONTANA • 59601

MEMBERSGovernor FORREST H. ANDERSON
*Chairman*Senator ANTOINETTE ROSELL
Vice-Chairman

Senator GORDON HOLLINGER

Senator JOHN L. McKEON

Senator CARL ROSTAD

Representative E. W. CHRISTIANSEN

Representative JOHN C. HALL

Representative JAMES T. HARRISON, JR.

Representative STERLING M. RYGG

Staff Director

WILLIAM F. CROWLEY

The Honorable Forrest H. Anderson
Governor, State of Montana
Helena, Montana 59601

Dear Governor Anderson:

In accordance with the requirements of Section 82-4002, R.C.M. 1947, there is herewith transmitted to you the report of the Commission on Executive Reorganization covering the fiscal year ended June 30, 1970.

A good deal of progress has been made during the first year of the reorganization study. The second year will result in the completion of a plan to provide the people of Montana with an efficient and responsive state government.

Respectfully submitted,

William F. Crowley
WILLIAM F. CROWLEY
Project Director

WFC:mmc

Enclosure

TABLE OF CONTENTS

	<u>PAGE</u>
Principal Offices and Officers	1
<u>General Review:</u>	
Legal References	2
Principal Goals	3
Program Inventory and Cost Summary	4
Major Accomplishments	5
Major Recommendations	6
<u>Detailed Review:</u>	
Program Analysis--Executive Reorganization	7
Financial Recap	8

PRINCIPAL OFFICES AND OFFICERS

COMMISSION ON EXECUTIVE REORGANIZATION

Forrest H. Anderson
Governor and Chairman of the Commission

HOME ADDRESS

Senator Antoinette Rosell Vice-Chairman	Billings
Senator Gordon Bollinger	Glasgow
Senator John L. McKeon	Anaconda
Senator Carl Rostad	Martinsdale
Representative E. W. Christiansen	Hardin
Representative John C. Hall	Great Falls
Representative James T. Harrison, Jr.,	Helena
Representative Sterling M. Rygg	Kalispell

PRINCIPAL ADMINISTRATIVE OFFICERS

William F. Crowley, Director
George L. Bousliman, Deputy Director

PRINCIPAL OFFICE

Room 415, State Capitol Building, Helena

LEGAL REFERENCES

Laws of Montana 1969, Ch. 293 created and sets forth general guidelines for the operation of the Commission on Executive Re-organization. A more specific statement of the duties of the Commission is contained in a contract between the Commission and the Department of Planning and Economic Development, dated September 8, 1969.

PRINCIPAL GOAL

The purpose of the Commission on Executive Reorganization is to make a detailed and thorough study of the structure of the executive branch of state government and to prepare a plan for the reorganization thereof.

PROGRAM INVENTORY AND COST SUMMARY

<u>PROGRAM</u>	COST 1969-70 F.Y.
Executive Branch Reorganization	\$ <u>99,373</u>
TOTAL	\$ <u><u>99,373</u></u>

MAJOR ACCOMPLISHMENTS

EXECUTIVE BRANCH REORGANIZATION PROGRAM

Achievements. There are three elements contained in the executive reorganization study: (1) an analysis and appraisal of the present-day structure of the executive branch of Montana state government; (2) the preparation of a written report including recommendations for change in the present structure; and (3) the drafting of legislation for the recommended reorganization plan.

During the 1969-70 fiscal year, element (1) above was largely completed. More specifically, a comprehensive listing of executive agencies and their legal authority was prepared; a graphic representation of the existing executive structure was prepared; and the functions of executive agencies were analyzed, with particular emphasis on the money and manpower devoted to these functions, and the relations between the several agencies. With respect to the latter, the following staff reports were prepared: "Professional and Occupational Licensing," January 15, 1970; "Expenditure Process--Montana State Government," January 20, 1970; "State Board of Equalization," January 20, 1970; "Department of Administration," January 20, 1970; "Investment of State Funds," April 10, 1970; "Labor Agencies and Functions," May 1, 1970; and "Supplement to Report on Department of Administration," May 14, 1970.

MAJOR RECOMMENDATIONS

PROGRAM: EXECUTIVE BRANCH REORGANIZATION

REQUIRED IMPLEMENTATION ACTION: LEGISLATIVE

PRIORITY RATING: 1 of 2

Recommendation. Legislative adoption of the executive reorganization plan submitted by the Commission.

Discussion. The object of the study conducted by the Commission is to provide for concrete action, which can only be accomplished by legislative implementation of the proposed reorganization plan. Adoption of the plan will accomplish these results: an executive branch that is more responsive to the needs and wishes of the public it serves; increased coordination, efficiency, effectiveness and quality of programs and services; increased capability of the Governor and administrative officials to develop, execute and coordinate programs; and, increased ability of the Legislature to provide policy for the management of the executive branch.

PROGRAM: EXECUTIVE BRANCH REORGANIZATION

REQUIRED IMPLEMENTATION ACTION: LEGISLATIVE

PRIORITY RATING: 2 of 2

Recommendation: An appropriation of \$309,000 (\$206,000 in federal funds and \$103,000 from the General Fund) should be made to a special research unit of the Governor's office to provide for the orderly implementation of the reorganization plan.

Discussion. If sweeping changes in executive organization are adopted, the departments involved will have many adjustments to make and assistance from the designers of the new legal framework will be vital in getting the program off to a successful start.

ANALYSIS OF PROGRAMS

EXECUTIVE BRANCH REORGANIZATION

This agency is responsible for only one program; the service provided, objectives, target groups, achievements, and cost and performance summary are previously discussed.

PROJECT COSTS BY OBJECT OF
EXPENDITURE AND SOURCE OF FUNDING

1969-70 Fiscal Year

EXECUTIVE BRANCH REORGANIZATION PROGRAM

Object of Expenditure

Personal Services	\$ 87,893
Operations	8,728
Capital	2,752
Grants and Benefits	<u>0</u>
Total Expended	<u>\$ 99,373</u>

Source of Funding

General Fund	\$ 69,450
Federal	<u>29,923</u>
Total Funding	<u>\$ 99,373</u>